GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Energy, Infrastructure & Investment Department – Budget Estimates 2016-17 – Administrative Sanction for an amount of Rs. 4.90 Crores to the extent of VGF payable to M/s Turbo Megha Airways Pvt. Ltd., for operating air services in the two sectors initially for (06) six months (i.e., 6 months/12 months X Rs. 9,76,95,000 =4,88,47,500 or Rs. 4.90 crores)– Accorded – Orders – Issued.

ENERGY, INFRASTRUCTURE & INVESTMENT (AIRPORTS) DEPARTMENT

G.O.Rt.No.109 Dated:17.08.2016.

Read the following:

1. Lr.No.INCAP/Commercial Air Services/212/2015, Date: 22.01.2016 and 19.03.2016 received from the VC&MD, INCAP.
2. Letter No.30A/Airports/A2/2016, dated:09-06-2016.
3. Lr.No.INCAP/P/Commercial air services/212/2015, dated:11-07-2016.

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O R D E R:

In the letter 1st read above, the VC&MD, INCAP has informed that Kadapa Airport has been commissioned in June 2015 by AAI and Kadapa is a key town in the Rayalseema region and is also a prominent District Headquarters and a large number of people from this region travel from Kadapa and its adjoining areas to Hyderabad, the combined capital of AP and Telangana and also to the new capital area of AP – i.e., Vijayawada. He has also informed that there are no scheduled commercial air services at present from Kadapa to Hyderabad; Kadapa to Vijayawada; and Vijayawada to Tirupati. The VC&MD, INCAP has requested to communicate early orders of approval to the commercial airline operator i.e., M/s TMAPL who has quoted the lowest amount as VGF from Government so as to enable INCAP to issue Letter of Award (LoA) and enter agreement as per the conditions of RFQ document for operating the commercial services in the above two sectors as above.

2. In the letter 2nd read above, Government have issued orders to the VC&MD, INCAP to issue Letter of Award (LoA) and enter into an agreement with the commercial airline operator i.e., M/s TMAPL who has quoted the lowest amount as VGF from Government as per the conditions of bidding document for operating the commercial services in the following two sectors for a period of six months subject to the condition that 05 (Five) free tickets shall be provided by M/s TMAPL with an advance notice of three days in each flight/trip in the sectors Vijayawada-Tirupati-Vijayawada and Vijayawada-Kadapa-Vijayawada with the following Viability Gap Fund (VGF) from the Government as a special gesture.

S.No.	Sector	VGF approved per annum (INR)
1	Kadapa – Vijayawada – Kadapa	4,94,32,500/- (Four crores ninety four lakhs thirty two thousand five hundred only)
2	Tirupati – Vijayawada – Tirupati	4,82,62,500/- (Four crores Eighty two lakhs sixty two thousand five hundred only)
	Total	9,76,95,000/- (Nine crores seventy six lakhs ninety five thousand only)

3. In the letter 3rd read above, the VC&MD, INCAP has requested to communicate funds to the extent of VGF payable to M/s Turbo Megha Airways Pvt. Ltd., for operating air services in the above two sectors initially for (06) six months (i.e., 6 months/12 months X Rs. 9,76,95,000 =4,88,47,500 or Rs. 4.90 crores).

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4. Government after careful examination, hereby accord administrative sanction for an amount of Rs. 4.90 Crores to the extent of VGF payable to M/s Turbo Megha Airways Pvt. Ltd., for operating air services in the above two sectors initially for (06) six months (i.e., 6 months/12 months X Rs. 9,76,95,000 =4,88,47,500 or Rs. 4.90 crores).

5. This order issues with the concurrence of Finance Department vide their U.O.No. 29022/6/PPP/2016, dated:06.08.2016.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

AJAY JAIN
PRL.SECRETARY TO GOVERNMENT

To
The Vice Chairman & Managing Director,
Infrastructure Corporation of Andhra Pradesh Limited, Hyderabad.

Copy to:
The Director of Treasuties & Accounts, A.P., Hyderabad.
The Pay & Accounts Officer, Hyderabad.
The Accountant General, A.P., Hyderabad.
The Deputy Pay & Accounts Officer, Secretariat Branch, Hyderabad.
The Finance (PPP) Dept.

//Forwarded :: By Order//

SECTION OFFICER